

**OLYMPIA INDUSTRIES BERHAD**  
(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2015**  
(The figures have not been audited)

	<b>CURRENT</b>		<b>YEAR TO DATE</b>	
	<b>3 Months Ended</b>		<b>15 Months</b>	<b>12 Months</b>
	<b>30.09.2015</b>	<b>30.09.2014</b>	<b>Ended</b>	<b>Ended</b>
		<b>30.09.2015</b>	<b>30.06.2014</b>	
	<b>RM'000</b>	<b>Restated</b>	<b>RM'000</b>	<b>Restated</b>
		<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue	33,720	38,239	191,659	171,580
Operating expenses	(29,145)	(31,517)	(156,473)	(140,443)
Other income	4,114	3,514	59,060	25,407
Other expenses	<u>(8,296)</u>	<u>(9,477)</u>	<u>(39,785)</u>	<u>(34,431)</u>
Operating profit/(loss)	393	759	54,461	22,113
Finance costs	(3,314)	(4,074)	(24,729)	(19,245)
Share of profit/(loss) of associates	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit/(Loss) before tax	(2,921)	(3,315)	29,732	2,868
Income tax expense	<u>1,295</u>	<u>(878)</u>	<u>(7,452)</u>	<u>(4,869)</u>
Profit/(Loss) for the period	(1,626)	(4,193)	22,280	(2,001)
Other comprehensive income/(loss):				
Foreign currency translation	<u>796</u>	<u>-</u>	<u>1,558</u>	<u>97</u>
Total comprehensive income/(loss) for the period	<u>(830)</u>	<u>(4,193)</u>	<u>23,838</u>	<u>(1,904)</u>
Profit/(Loss) attributable to:				
Owners of the Company	(1,192)	(4,184)	22,780	(1,409)
Non-controlling interests	<u>(434)</u>	<u>(9)</u>	<u>(500)</u>	<u>(592)</u>
	<u>(1,626)</u>	<u>(4,193)</u>	<u>22,280</u>	<u>(2,001)</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(396)	(4,184)	24,338	(1,312)
Non-controlling interests	<u>(434)</u>	<u>(9)</u>	<u>(500)</u>	<u>(592)</u>
	<u>(830)</u>	<u>(4,193)</u>	<u>23,838</u>	<u>(1,904)</u>
<b>Earnings/(Loss) per share attributable to owners of the Company:</b>				
Basic (Sen)	<u>(0.1)</u>	<u>(0.4)</u>	<u>2.2</u>	<u>(0.1)</u>
Diluted (Sen)	<u>(0.1)</u>	<u>(0.4)</u>	<u>2.2</u>	<u>(0.1)</u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Statements

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
FOR THE QUARTER ENDED 30 SEPTEMBER 2015**

(The figures have not been audited)

	<b>As at 30.09.2015 RM'000</b>	<b>As at 30.06.2014 RM'000 Restated</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	16,862	18,272
Land held for property development	201,414	201,375
Investment properties	300,280	260,280
Investment in associates	-	-
	518,556	479,927
<b>Current assets</b>		
Property development costs	40,412	37,482
Inventories	10,888	10,940
Amount due from associates	246	231
Amount due from affiliated companies	2,180	397
Trade and other receivables	125,087	107,111
Investment in securities	12,228	11,249
Tax refundable	134	-
Cash and bank balances	48,374	39,326
	239,549	206,736
<b>TOTAL ASSETS</b>	<b>758,105</b>	<b>686,663</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share Capital	1,023,432	1,023,432
Other Reserves	15,906	14,347
Merger deficit	(233,884)	(233,884)
Accumulated losses	(446,524)	(469,303)
	358,930	334,592
Non-controlling interests	37,119	37,620
<b>Total equity</b>	<b>396,049</b>	<b>372,212</b>
<b>Non-current liabilities</b>		
Loans and borrowings	141,415	109,451
Deferred tax liabilities	1,166	485
	142,581	109,936
<b>Current liabilities</b>		
Amount due to associates	6	-
Amount due to affiliated companies	14,573	5,033
Trade and other payables	92,847	72,044
Loans and borrowings	106,204	121,030
Tax payable	5,845	6,408
	219,475	204,515
Total liabilities	362,056	314,451
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>758,105</b>	<b>686,663</b>
Net assets per share attributable to owners of the parent (RM)	0.35	0.33

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2014 and the accompanying explanatory notes to the Interim Financial Statements

**OLYMPIA INDUSTRIES BERHAD**  
(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2015**  
(The figures have not been audited)

	Attributable to owners of the parent					Non-Controlling Interests RM'000	Equity RM'000
	Share Capital RM'000	Non-distributable		Accumulated Losses RM'000	Total RM'000		
		Other Reserves RM'000	Merger Deficit RM'000				
<b>Balance at 1 July 2014, as previously stated</b>	1,023,432	14,347	(233,884)	(477,309)	326,586	37,620	364,206
Prior year adjustments				8,006	8,006		8,006
<b>Balance at 1 July 2014, as restated</b>	1,023,432	14,347	(233,884)	(469,303)	334,592	37,620	372,212
Total comprehensive income/(loss)	-	1,559	-	22,779	24,338	(221)	24,117
	1,023,432	15,906	(233,884)	(446,524)	358,930	37,399	396,329
<b>Transactions with owners</b>							
Acquisition of non-controlling interest	-	-	-	-	-	(280)	(280)
Loss on acquisition of non-controlling interest	-	-	-	-	-	-	-
	-	-	-	-	-	(280)	(280)
<b>Balance at 30 September 2015</b>	<u>1,023,432</u>	<u>15,906</u>	<u>(233,884)</u>	<u>(446,524)</u>	<u>358,930</u>	<u>37,119</u>	<u>396,049</u>
<b>Balance at 1 July 2013</b>	1,023,432	14,334	(233,884)	(474,334)	329,548	38,212	367,760
Prior year adjustments		(84)		84	-		-
<b>Balance at 1 July 2013, as restated</b>	1,023,432	14,250	(233,884)	(474,250)	329,548	38,212	367,760
Total comprehensive income/(loss)	-	97	-	(3,059)	(2,962)	(592)	(3,554)
<b>Balance at 30 June 2014</b>	<u>1,023,432</u>	<u>14,347</u>	<u>(233,884)</u>	<u>(477,309)</u>	<u>326,586</u>	<u>37,620</u>	<u>364,206</u>

**OLYMPIA INDUSTRIES BERHAD**

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 30 SEPTEMBER 2015**

(The figures have not been audited)

**Breakdown of - Other Reserves**

	<b>Asset Revaluation Reserve RM'000</b>	<b>Share Premium RM'000</b>	<b>Foreign Currency Translation Reserve RM'000</b>	<b>Capital Reserve RM'000</b>	<b>Total RM'000</b>
<b>Balance at 1 July 2014, as previously stated</b>	-	11,018	1,729	1,600	14,347
Total comprehensive income/(loss)	-	-	1,559	-	1,559
<b>Balance at 30 September 2015</b>	-	11,018	3,288	1,600	15,906
<b>Balance at 1 July 2013</b>	84	11,018	1,632	1,600	14,334
Prior year adjustments	(84)				(84)
<b>Balance at 1 July 2013, as restated</b>	-	11,018	1,632	1,600	14,250
Total comprehensive income/(loss)	-	-	97	-	97
<b>Balance at 30 June 2014</b>	-	11,018	1,729	1,600	14,347

**OLYMPIA INDUSTRIES BERHAD**

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**FOR THE QUARTER ENDED 30 SEPTEMBER 2015**

(The figures have not been audited)

	<b>15 Months Ended 30.09.2015 RM'000</b>	<b>12 Months Ended 30.06.2014 RM'000 Restated</b>
<b>Cash flows from operating activities</b>		
Profit before tax	29,731	2,868
Adjustments for non-cash items:		
Impairment loss on receivables	-	2,323
Reversal of impairment loss on receivables	(631)	(2,321)
Gain on disposal of investment in subsidiary	-	(5,807)
Fair value gain on investment properties	(40,000)	(430)
Net loss/(gain) on fair value changes of investment securities	-	(8)
Loss on disposal of investment securities	2	-
Amortisation of transaction cost on borrowings	1,841	1,936
Depreciation of property, plant and equipment	4,960	2,107
Property, plant and equipment written off	309	3
Gain on disposal of property, plant and equipment	(285)	(1)
Unrealised loss on foreign exchange	38	22
Dividend income	(450)	(398)
Interest income from:		
- fixed deposits and others	(4,215)	(1,976)
- unwinding of discount on long term receivables	(5,551)	(5,832)
Finance costs	24,729	19,245
	<u>(19,253)</u>	<u>8,863</u>
<b>Operating profit before working capital changes</b>	10,478	11,731
Changes in working capital		
(Increase)/Decrease in land held for property development	(40)	(12)
(Increase)/Decrease in property development costs	(2,930)	(50)
Decrease/(Increase) in inventories	53	(88)
(Increase)/Decrease in receivables	(11,802)	34,455
Net changes in the balances with associated companies	(9)	(4)
Net changes in the balances with affiliated companies	7,756	4,502
Increase/(decrease) in payables	20,642	(12,706)
	<u>13,670</u>	<u>26,097</u>
<b>Cash generated from operations</b>	24,148	37,828
Interest received	4,215	1,976
Interest paid	(24,729)	(19,245)
Tax paid	(7,469)	(6,506)
<b>Net cash generated from operating activities</b>	<u>(3,835)</u>	<u>14,053</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,067)	(15,436)
Purchase of investment properties	-	(4,500)
Proceeds from disposal of property, plant and equipment	620	2
Proceeds from disposal of subsidiary company	-	16,000
Proceeds from disposal of investment securities	53,094	56,089
Purchase of investment securities	(54,074)	(49,680)
Dividend received	450	398
<b>Net cash (used in)/generated from investing activities</b>	<u>(3,977)</u>	<u>2,873</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 30 SEPTEMBER 2015**  
**(The figures have not been audited)**

	<b>15 Months Ended</b> <b>30.6.2015</b> <b>RM'000</b>	<b>12 Months Ended</b> <b>30.6.2014</b> <b>RM'000</b> <b>(Restated)</b>
	<hr/>	<hr/>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	99,070	34,152
Repayment of borrowings	(84,131)	(47,044)
Repayment of hire purchase payables	356	(229)
Net movement in trust monies for dealers' representatives	(200)	340
Net movement in securities placed with licensed bank	(2,617)	(601)
Net movement in fixed deposits with licensed banks	558	(7,014)
<b>Net cash generated from/(used in) financing activities</b>	<hr/> <b>13,036</b> <hr/>	<hr/> <b>(20,396)</b> <hr/>
<b>Net increase/(decrease) in cash and cash equivalents</b>	5,224	(3,470)
<b>Effect of exchange rate changes</b>	828	29
<b>Cash and cash equivalents at beginning of period</b>	<hr/> <b>28,962</b> <hr/>	<hr/> <b>32,403</b> <hr/>
<b>Cash and cash equivalents at end of the period</b>	<hr/> <b>35,014</b> <hr/>	<hr/> <b>28,962</b> <hr/>

Cash and cash equivalents at the end of the period comprise the following:

	<b>15 Months Ended</b> <b>30.6.2015</b> <b>RM'000</b>	<b>12 Months Ended</b> <b>30.6.2014</b> <b>RM'000</b> <b>(Restated)</b>
	<hr/>	<hr/>
Deposits with financial institutions	20,738	19,413
Cash and bank balances	14,276	9,549
	<hr/> <b>35,014</b> <hr/>	<hr/> <b>28,962</b> <hr/>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2014 and the Notes to the Interim Financial Statements

**A : EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134**

**A1. Basis of preparation**

The interim financial statements have been prepared under historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2014.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of Olympia Industries Berhad (“OIB” or “Company”) and its subsidiary companies (hereinafter referred to as the “Group”) since the financial year ended 30 June 2014.

**A2. Change in financial year end**

As announced on 16 October 2015, the Company has changed its financial year end to 31 December 2015. The next audited financial statements shall be for a period of 18 months from 1 July 2014 to 31 December 2015 ("AFS"). The Companies Commission of Malaysia has approved the Company's application for the extension of time of up to 30 June 2016 to hold the AGM for Year 2015 and to present the AFS.

**A3. Changes in accounting policies**

The accounting policies and methods of computation for the Interim Financial Statements are consistent with those adopted for the annual audited financial statements ended 30 June 2014 except for the following standards and interpretations that are applicable to the Group's operations with effective from 1 July 2014:

Amendments to MFRS 10, MFRS 12, MFRS 127 : Investment Entities  
Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities  
Amendments to MFRS 136 Recoverable Amount Disclosures for Non-Financial Assets  
Amendments to MFRS 139 Novation of Derivatives and Continuation of Hedge Accounting  
IC Interpretation 21 Levies  
Amendments to MFRS 2 Share-based Payment  
Amendments to MFRS 3 Business Combinations (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 8 Operating Segments (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 116 (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 124 Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 138 Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 3 Business Combinations (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 13 Fair Value Measurement (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 140 Investment Properties (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 119 Defined Benefit Plans : Employee Contributions

Adoption of the the above standards and interpretations are expected to have no significant impact on the interim financial statements of the Group.

**A4. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 30 June 2014 was not subject to qualification.

**A5. Comments about seasonal or cyclical factors**

The Group's business operations are not significantly affected by any seasonal or cyclical factors.

**A6. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

**A7. Changes in estimates**

There were no material changes to the estimates of amounts reported in prior quarter of the current financial year or changes to the estimates of amounts reported in prior financial years that have a material effect in the current quarter.

**A8. Debts and equity securities**

There were no issuance, cancellation, repurchase, resale or repayment of debts and equity securities for the current quarter.

**A9. Dividend paid**

No dividend has been paid and/or recommended for the current financial period.

**A10. Segmental information**

Results for 15 months ended 30 September 2015

	<b>Financial Services RM'000</b>	<b>Property Development RM'000</b>	<b>Gaming RM'000</b>	<b>Investment Holding and Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
External customers	10,543	-	143,596	37,520		191,659
Inter-segment	-	-	8,916	14,007	(22,923)	-
Total revenue	<u>10,543</u>	<u>-</u>	<u>152,512</u>	<u>51,527</u>	<u>(22,923)</u>	<u>191,659</u>
<b>Results</b>						
Segment results	(1,062)	(5,909)	8,800	68,877	(16,245)	54,461
Finance costs	-	(20,843)	-	(18,303)	14,417	(24,729)
Profit/(Loss) before tax	(1,062)	(26,752)	8,800	50,574	(1,828)	29,732
Income tax expense	(167)	11	(1,855)	(5,441)	-	(7,452)
Profit/(Loss) for the period	<u>(1,229)</u>	<u>(26,741)</u>	<u>6,945</u>	<u>45,133</u>	<u>(1,828)</u>	<u>22,280</u>



**A10. Segmental information (continued)**

Comparative results for 12 months ended 30 June 2014 (Restated)

	<b>Financial Services RM'000</b>	<b>Property Development RM'000</b>	<b>Gaming RM'000</b>	<b>Investment Holding and Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
External customers	8,177	-	137,141	26,262	-	171,580
Inter-segment	-	-	8,528	8,705	(17,233)	-
Total revenue	<u>8,177</u>	<u>-</u>	<u>145,669</u>	<u>34,967</u>	<u>(17,233)</u>	<u>171,580</u>
<b>Results</b>						
Segment results	(2,073)	(5,638)	9,691	16,934	3,199	22,113
Finance costs	-	(13,738)	(4)	(16,134)	10,631	(19,245)
Profit/(Loss) before tax	(2,073)	(19,376)	9,687	800	13,830	2,868
Income tax expense	-	255	(2,692)	(2,432)	-	(4,869)
Profit/(Loss) for the period	<u>(2,073)</u>	<u>(19,121)</u>	<u>6,995</u>	<u>(1,632)</u>	<u>13,830</u>	<u>(2,001)</u>

**A11. Valuation of property, plant and equipment**

The valuations of property, plant and equipment have been brought forward from the financial statements for the year ended 30 June 2014. During the year, Menara Olympia and its adjoining leased car park ("Properties") of Dairy Maid Resort & Recreation Sdn Bhd ("DMRR") was revalued to reflect the fair value of the Properties in accordance with Malaysian Financial Reporting Standards ("MFRS") 140: Investment Properties. DMRR is a wholly-owned subsidiary of the Company. The fair value gain has been incorporated in the current year income statement.

The valuation was carried out by independent firm of professional valuer, Cheston International (KL) Sdn Bhd, using Investment and Comparison method.

**A12. Subsequent events**

There were no material events subsequent to the end of the quarter ended 30 September 2015.

**A13. Changes in composition of the Group**

There were no changes in the composition of the Group during the quarter ended 30 September 2015.

**A14. Changes in contingent liabilities and contingent assets**

There were no changes in other contingent liabilities and contingent assets since the last statement of financial position as at 30 June 2014.

## A15. Capital commitments

There were no capital commitments contracted but not provided for in the interim financial statements as at 30 September 2015.

## A16. Prior year adjustments

	<b>As previously stated RM'000</b>	<b>Adjustments RM'000</b>	<b>As restated RM'000</b>
<b>Financial year ended 30 June 2014</b>			
<b>Condensed Consolidated Statement of Comprehensive Income</b>			
Other expenses	(36,768)	2,337	(34,431)
Income tax expense	(4,182)	(687)	(4,869)
Loss after tax	(3,651)	1,650	(2,001)
<u>Basic earnings per share (sen)</u>	<u>(0.30)</u>	<u>-</u>	<u>(0.14)</u>
<b>Condensed Consolidated Statement of Financial Position</b>			
As at 30 June 2014			
Trade and other receivables	119,933	(12,822)	107,111
Trade and other payables	93,972	(21,928)	72,044
Tax payable	5,308	1,100	6,408
Other reserves	14,431	(84)	14,347
<u>Accumulated losses</u>	<u>(477,393)</u>	<u>8,090</u>	<u>(469,303)</u>

During the period, Diriwan Corporation Sdn Bhd, a wholly owned subsidiary of the Company, restated the Statement of comprehensive income for the year ended 30 June 2014 due to the reversal of lease rentals of RM2.75 million on the expiry of the Tambalang Race Course Memorandum of Sub-Lease agreement in August 2013.

**B1. Performance review**

**Quarter 5 FY 2015 vs Quarter 4 FY 2014**

The Group reported a consolidated revenue of RM33.7 million for the current quarter under review as compared to RM38.2 million in the previous year's corresponding quarter, down 11.8% or showing a drop of RM4.5 million of the Group's revenue driven by lower revenue from the gaming division. However improvement in payout ratio mitigated the lower turnover of the gaming division. The gaming division remains to be the anchor contributor of the Group, which contributed 73.9% or RM24.9 million of total revenue to the Group for the quarter.

The Group reported a lower loss before tax of RM2.9 million for this quarter as compared to RM3.3 million in the previous year's corresponding quarter.

The variance of lower loss in comparing both financial quarters is due mainly to:

- i) Investment Holding segment – higher profits of RM0.5 million on higher rental rates.
- ii) Gaming division - improvement of payout ratio from 31.5% to 36.6% resulted in higher profits.

**YTD (15 months) Q5 FY 2015 vs YTD (12 months) Q4 2014**

The Group reported a profit before tax of RM29.7 million as compared to a profit before tax of RM2.9 million for the current period under review.

The variance of loss/profit before tax of the Group is mainly due to:

- i) Gain on disposal of a subsidiary company Harta Sekata Sdn Bhd in previous year's Quarter 2 amounted to RM5.3 million
- ii) Gain on disposal of a subsidiary company Miles And Miles Leisure Sdn Bhd in previous year's Quarter 3 amounted to RM5.5 million
- iii) Investment Holding segment – due to the rising cost of borrowings
- iv) Fair value gain of RM14.25 million (net of deferred tax) arising from the revaluation of Menara Olympia and the adjoining leased carpark of Dairy Maid Resort & Recreation Sdn. Bhd.
- v) Reversal of impairment loss on investment property of RM25 million.

**B2. Comparison with preceding quarter's results**

**Quarter 5 FY 2015 vs Quarter 4 FY 2015**

The Group recorded a loss before tax of RM2.9 million for the current quarter as compared to profit before tax of RM39.8 million in the immediate preceding quarter.

This is mainly due to:

- i) Financial Services segment – the segment recorded a lower loss before tax of RM202,000 in the current quarter as compared to RM903,000 in the immediate preceding quarter.
- ii) Gaming segment – the segment recorded profit before tax of RM4.8 million as compared to RM4.3 million in the immediate preceding quarter on higher payout ratio.
- iii) Fair value gain of RM14.25 million (net of deferred tax) arising from the revaluation of Menara Olympia and the adjoining leased carpark of Dairy Maid Resort & Recreation Sdn. Bhd.
- iv) Reversal of impairment loss on investment property of RM25 million.

### B3. Commentary of prospects

Taking into consideration the uncertainty of global economy and the present political uncertainty, the outlook of the Group's results is expected to be impacted by interest rates and the weakening currency. The gaming division and Investment holding division are expected to sustain the present level of performance for the financial year ending 31 December 2015.

### B4. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee during the current quarter under review.

### B5. Taxation

	<b>Current Quarter 3 Months 30.09.2015 RM'000</b>	<b>Cumulative Quarter 15 Months 30.09.2015 RM'000</b>
Income tax:		
Malaysian	1,305	(6,738)
Overseas	(10)	(42)
Deferred tax:		
Malaysian	-	(672)
Overseas	-	-
Total	<u>1,295</u>	<u>(7,452)</u>

The Group's effective tax rate is higher than the statutory tax rate due to losses in certain subsidiaries that are not available for set-off against taxable profits in other subsidiaries within the Group.

### B6. Corporate proposals

On 10 January 2014, the Company entered into a Second Supplemental Agreement with City Properties Sdn Bhd (CPSB) and Rodem Sdn Bhd (Rodem) for an extension of time for the settlement of RM55.3 million out of the original settlement sum of RM125.0 million owing by CPSB to the Company.

The remaining outstanding sum of RM55.3 million is proposed to be set-off against 15 units of condominium together with 48 car park bays which are part of the project owned and developed by Rodem known as 9 Madge at Jalan Madge, Taman U-Thant, Kuala Lumpur.

As CPSB and Rodem were not able to meet the extended date to transfer the settlement properties by 31 December 2014, the Company had on 18 February 2015 entered into a Third Supplemental Agreement with CPSB and Rodem to vary certain terms of the Second Supplemental Agreement.

On 30 June 2015, the project architect issued the certificate of practical completion of the project. Based on this, the Board of Directors has approved the execution of the sale and purchase agreements in order to give effect for the transfer of the settlement properties to the Company instead of after the issuance of the CCC which has been extended to 30 September 2015 from 30 June 2015 previously.

The aforesaid proposed settlement has been approved by shareholders of the Company at the Extraordinary General Meeting held on 15 May 2015.

The transfer of settlement properties as settlement of RM55.3 million owing by CPSB has been completed following the execution of sale and purchase agreements through United Malaysian Properties Sdn Bhd, a wholly owned subsidiary of the Company and issuance of the CCC on 6 October 2015.

Other than as mentioned above, there were no corporate proposals announced or not completed as at the date of this report.

**B7. Borrowings and debt securities**

----- As at 30.09.2015 -----			
	Secured	Unsecured	Total
Group borrowings	RM'000	RM'000	RM'000
Short term			
Term loans	106,204	-	106,204
Bank overdrafts	-	-	-
Hire purchase payables	-	-	-
	106,204	-	106,204
Long term			
Term loans	141,415	-	141,415
Hire purchase payables	-	-	-
	141,415	-	141,415
	<u>247,619</u>	<u>-</u>	<u>247,619</u>

All borrowings are denominated in Ringgit Malaysia.

**B8. Changes in material litigation**

The list of material litigation is announced to Bursa Malaysia together with this Interim Financial Report. Other than as disclosed in the attached list of material litigation, there are no material litigations that have material effect to the Group at the date of this report.

**B9. Off balance sheet financial instruments**

There were no off balance sheet financial instruments as at the date of this report.

**B10. Dividend payable**

No dividend has been declared for the financial period ended 30 September 2015.

**B11. Notes to the condensed consolidated statement of comprehensive income**

The following amount have been credited/(charged) in arriving at profit/(loss) before tax:

	Quarter ended		Financial period ended	
	30.09.2015 RM'000	30.06.2014 RM'000 (Restated)	30.09.2015 RM'000	30.06.2014 RM'000 (Restated)
Interest income	1,140	1,996	4,215	7,808
Interest expense	(5,363)	(5,452)	(24,729)	(19,245)
Dividend income	61	77	450	398
Depreciation on property, plant and equipment	(1,008)	(1,303)	(4,960)	(2,107)
Property, plant and equipment written off	-	(1)	(309)	(3)
Gain on disposal of property, plant and equipment	154	1	285	1
Unrealised loss on foreign exchange	-	(8)	-	(22)
Gain on disposal of investment in subsidiary	-	(5,000)	-	5,807
Fair value gain on investment properties	-	430	40,000	430
Amortisation of transaction costs on borrowings	207	1,613	(1,841)	(1,936)
Gain/(Loss) on fair value changes of investment securities	-	3	-	8
Impairment loss on receivables	-	(1,995)	-	(2,323)
Reversal of impairment loss on receivables	2	(619)	631	2,321
Reversal of write back of payables	-	(106)	-	-

**B12. Earnings/(Loss) per share****a) Basic**

The basic earnings/(loss) per share for the quarter and cumulative period to date is computed as follows:

	Quarter ended		Financial period ended	
	30.09.2015	30.09.2014 (Restated)	30.09.2015	30.06.2014 (Restated)
Profit/(Loss) attributable to owners of the Company (RM'000)	(1,192)	(4,184)	22,780	(1,409)
Weighted average number of ordinary shares in issue ('000)	1,023,432	1,023,432	1,023,432	1,023,432
Earnings/(Loss) per share (Sen)	(0.1)	(0.4)	2.2	(0.1)

**b) Diluted**

As there are no potential dilutive ordinary shares outstanding at reporting date, the diluted earnings per share is the same as the basic earnings per share.

### B13. Realised and unrealised profit/losses

The retained earnings/(accumulated losses) as at reporting date are analysed as follows :

	<b>As at 30.09.2015 RM'000</b>	<b>As at 30.06.2014 RM'000 (Restated)</b>
Holding company and its subsidiaries		
Realised	(1,622,003)	(1,875,550)
Unrealised	83,218	43,876
	(1,538,785)	(1,831,674)
Associated companies		
Realised	-	287
Unrealised	-	-
	(1,538,785)	(1,831,387)
Consolidation adjustments	1,092,261	1,362,084
	(446,524)	(469,303)

On behalf of the Board

**OLYMPIA INDUSTRIES BERHAD**

Lim Yoke Si

Company Secretary

Kuala Lumpur

24 November 2015